

FY07-12 PUBLIC SERVICES PROGRAM: FISCAL PLAN				MONTGOMERY HOUSING INITIATIVE				
FISCAL PROJECTIONS	FY06 APPROVED	FY06 ESTIMATE	FY07 REC	FY08 PROJECTION	FY09 PROJECTION	FY10 PROJECTION	FY11 PROJECTION	FY12 PROJECTION
ASSUMPTIONS								
Indirect Cost Rate	12.60%	12.60%	12.76%	12.76%	12.76%	12.76%	12.76%	12.76%
CPI (Fiscal Year)	2.6%	3.7%	2.6%	2.6%	2.7%	2.7%	2.7%	2.7%
Investment Income Yield	0.03	0.0415	0.0455	0.0465	0.047	0.048	0.0485	0.049
BEGINNING FUND BALANCE	7,665,520	10,093,160	4,825,440	389,070	2,405,880	4,453,690	6,920,500	9,728,310
REVENUES								
Miscellaneous	3,797,470	10,713,840	7,403,320	7,288,260	7,306,870	7,335,300	7,353,580	7,373,580
Subtotal Revenues	3,797,470	10,713,840	7,403,320	7,288,260	7,306,870	7,335,300	7,353,580	7,373,580
INTERFUND TRANSFERS (Net Non-CIP)	8,148,520	8,148,520	7,718,880	14,285,960	13,796,960	14,185,960	14,506,960	14,906,960
Transfers To The General Fund	(81,040)	(81,040)	(93,040)	(93,040)	(93,040)	(93,040)	(93,040)	(93,040)
Indirect Costs	(81,040)	(81,040)	(93,040)	(93,040)	(93,040)	(93,040)	(93,040)	(93,040)
Transfers From The General Fund	8,229,560	8,229,560	7,811,920	14,379,000	13,890,000	14,279,000	14,600,000	15,000,000
To MHI	8,229,560	8,229,560	7,811,920	14,379,000	13,890,000	14,279,000	14,600,000	15,000,000
TOTAL RESOURCES	19,611,510	28,955,520	19,947,640	21,963,290	23,509,710	25,974,950	28,781,040	32,008,850
CIP CURRENT REVENUE APPROP.	0	(1,000,000)	(500,000)	(500,000)	0	0	0	0
PSP OPER. BUDGET APPROP/ EXP'S.								
Operating Budget	(19,047,610)	(23,049,770)	(18,979,150)	(18,979,150)	(18,979,150)	(18,979,150)	(18,979,150)	(18,979,150)
Debt Service: Other (Non-Tax Funds only)	(80,300)	(80,310)	(79,420)	(78,260)	(76,870)	(75,300)	(73,580)	(73,580)
Subtotal PSP Oper Budget Approp / Exp's	(19,127,910)	(23,130,080)	(19,058,570)	(19,057,410)	(19,056,020)	(19,054,450)	(19,052,730)	(19,052,730)
TOTAL USE OF RESOURCES	(19,127,910)	(24,130,080)	(19,558,570)	(19,557,410)	(19,056,020)	(19,054,450)	(19,052,730)	(19,052,730)
YEAR END FUND BALANCE	483,600	4,825,440	389,070	2,405,880	4,453,690	6,920,500	9,728,310	12,956,120
END-OF-YEAR RESERVES AS A								
PERCENT OF RESOURCES	2.5%	16.7%	2.0%	11.0%	18.9%	26.6%	33.8%	40.5%

Assumptions:

1. Maintains the County Executive's commitment to affordable housing. Per Council Resolution 15-110, the CE's recommended budget includes an allocation from the General Fund to the Montgomery Housing Initiative fund (MHI) to ensure the availability of \$16.1 million or the equivalent of 2.5 percent of actual General Fund property taxes from two years prior to the upcoming fiscal year, whichever is greater.
2. The actual FY05 General Fund property taxes were \$792,149,705.
3. The allocation available for the Montgomery Housing Initiative fund (MHI) is 2.5 percent of the actual General Fund property taxes, equal to \$19,803,742.
4. Per Council Bill 25A-4, paragraph (c), enacted November 30, 2004, effective April 1, 2005, the FY06 Montgomery Housing Initiative Fund (HIF) will include an additional allocation of \$143,900 from MPDU alternative payments.

Notes:

1. These projections are based on the Executive's Recommended Budget and include negotiated labor agreements, the operating costs of capital facilities, the fiscal impact of approved legislation or regulations, and other programmatic commitments. They do not include inflation or unapproved service improvements. The projected future expenditures, revenues, and fund balance may vary based on changes to fee or tax rates, usage, inflation, future labor agreements, and other factors not assumed here.
2. The labor contract with the Municipal and County Government Employees Organization, Local 1994 expires at the end of FY07.